

FISCAL NOTE

HB 1003 - SB 1275

February 23, 2007

SUMMARY OF BILL: Increases from \$500,000 to \$860,000 the dollar amount of real property improvement contracts to which the requirement for an escrow account applies when a certain amount or percentage of the contract price is held back by the owner or contractor.

ESTIMATED FISCAL IMPACT:

Increase State Revenues – Not Significant

Increase State Expenditures – Not Significant

Assumptions:

- According to General Services, there is no fiscal impact to the department resulting from this bill.
- According to the Tennessee Higher Education Commission, there is no fiscal impact to the department resulting from this bill.
- According to the Comptroller of the Treasury, the fiscal impact of this bill is negligible.
- According to Finance and Administration, state revenues could increase by a small amount due to increased earnings from more retained funds.
- The increase to state revenues is estimated to be not significant.
- The increase to state expenditures is estimated to be not significant.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

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